

AGN. NO. \_\_\_\_

MOTION BY SUPERVISOR ZEV YAROSLAVSKY

March 22, 2011

To comply with Government Code Section 26909, the Point Dume Community Services District (PDCSD, or District) contracts with a Certified Public Accountant to perform an annual audit of the District's accounts and records. However, if the special district's annual revenues do not exceed an amount specified by the Board of Supervisors, pursuant to Government Code Section 26909(b)(2), a special district may, by unanimous request of the governing board of the special district, with unanimous approval of the Board of Supervisors, replace the annual audit required by section 26909 with an audit covering a five-year period, performed in accordance with professional standards, as determined by the county auditor.

The PDCSD previously operated its programs at an abandoned elementary school. However, PDCSD's lease for use of the school grounds was terminated in 2004, and for this reason the District has been unable to offer a full complement of programs since that date. As a result, PDCSD's revenues have fallen and have been consistently less than \$50,000 for the three most recent fiscal years. The cost of the District's most recent annual audit was \$1,500. The requirement that the District perform and pay for these annual audits is unnecessarily eroding the District's declining resources that could otherwise be used to provide services to the residents of Point Dume.

MOTION

MOLINA \_\_\_\_\_

RIDLEY-THOMAS \_\_\_\_\_

YAROSLAVSKY \_\_\_\_\_

KNABE \_\_\_\_\_

ANTONOVICH \_\_\_\_\_

**I, THEREFORE, MOVE** that the Board of Supervisors direct that provided that PDCSD's annual revenues do not exceed \$50,000, the District's annual audit be replaced with an audit covering a five-year period performed in accordance with professional standards, as determined by the county auditor.

BS S:\Point Dume